

Adopted	Rejected
---------	----------

COMMITTEE REPORT

YES:	17
NO:	0

MR. SPEAKER:

Your Committee on Ways and Means, to which was referred House Bill 1231,
has had the same under consideration and begs leave to report the same back to the House with
the recommendation that said bill **be amended** as follows:

- 1 Page 2, line 12, delete "one" and insert "**five-tenths**".
- 2 Page 2, line 12, delete "(1%)," and insert "**(0.5%),**".
- 3 Page 2, line 14, delete "two" and insert "**one**".
- 4 Page 2, line 14, delete "(2%)," and insert "**(1%),**".
- 5 Page 2, line 16, delete "three" and insert "**one and five-tenths**".
- 6 Page 2, line 16, delete "(3%)," and insert "**(1.5%),**".
- 7 Page 3, line 28, delete "one" and insert "**five-tenths**".
- 8 Page 3, line 28, delete "(1%)," and insert "**(0.5%),**".
- 9 Page 3, line 30, delete "two" and insert "**one**".
- 10 Page 3, line 30, delete "(2%)," and insert "**(1%),**".
- 11 Page 3, line 32, delete "three" and insert "**one and five-tenths**".
- 12 Page 3, line 32, delete "(3%)," and insert "**(1.5%),**".
- 13 Page 4, between lines 12 and 13, begin a new paragraph and insert:
- 14 "SECTION 3. IC 10-12-3-8 IS ADDED TO THE INDIANA CODE
- 15 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE

UPON PASSAGE]: Sec. 8. (a) Subject to subsection (c), the basic monthly pension amount (plus postretirement increases) payable after June 30, 2014, to an employee beneficiary of the state police pre-1987 benefit system who retired or was disabled before July 2, 2013, and who had at least twenty (20) years of service, shall be increased by one percent (1%) of the total of both the employee beneficiary's monthly pension amount, as calculated under section 7 of this chapter, and any supplemental benefit amount that the employee beneficiary receives under IC 10-12-5.

(b) The increases specified in this section:

- (1) must be based on the date of the employee beneficiary's latest retirement or disability;
- (2) do not apply to the benefits payable in a lump sum; and
- (3) are in addition to any other increase provided by law, subject to subsection (c).

(c) If in 2014 a supplemental benefit under IC 10-12-5 is paid based on an increase in the sixth year trooper salary in 2014, an employee beneficiary shall receive the greater of:

- (1) the increase in the supplemental benefit to which the employee beneficiary would be entitled without regard to this section as a result of an increase in the sixth year trooper salary in 2014; or
- (2) the increase payable under this section."

Page 4, line 19, delete "one" and insert "seventy-five hundredths".

Page 4, line 19, delete "(1%)" and insert "(0.75%)".

Page 4, delete lines 29 through 42, begin a new paragraph and insert:

"SECTION 4. IC 10-12-5-3, AS AMENDED BY P.L.5-2008, SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. (a) The pension advisory board that administers the pension under IC 10-12-3 shall direct and supervise the supplemental benefits provided in this chapter.

(b) The pension advisory board shall:

- (1) annually provide a schedule showing the number of retirees receiving pension benefits under IC 10-12-3; and
- (2) meet at least one (1) time each year to add to the regular pension benefit or annuity and any previously granted supplemental benefit the amount described in subsection (c) or

1 (d).

2 (c) This subsection applies only to a retiree who is eligible for the
3 first time under section 2 of this chapter to receive a supplemental
4 benefit. The supplemental benefit referred to in subsection (b)(2) for
5 a retiree in the first year the retiree is eligible for a supplemental
6 benefit is the sum of:

7 (1) the difference between:

8 (A) the retiree's pension benefit; and

9 (B) the pension benefit:

10 (i) received by an employee retiring in that year from the
11 department with twenty (20) years of active service; and

12 (ii) computed on the day the pension advisory board meets
13 as required under subsection (b)(2); plus

14 (2) any amount computed under subsection (d) after the date the
15 retiree reaches fifty-five (55) years of age.

16 (d) This subsection applies to a retiree who is eligible under section
17 2 of this chapter to receive a supplemental benefit, but whose
18 supplemental benefit is not computed under subsection (c). The
19 supplemental benefit referred to in subsection (b)(2) is equal to fifty
20 percent (50%) of the difference between:

21 (1) the pension benefits to be received by an employee retiring
22 from the department with twenty (20) years of active service the
23 day after a change in the monthly wage received by a police
24 employee in the grade of trooper at the beginning of the trooper's
25 sixth year of service; and

26 (2) the pension benefit received by an employee retiring from the
27 department with twenty (20) years of active service the day before
28 a change in the monthly wage received by a police employee in
29 the grade of trooper at the beginning of the trooper's sixth year of
30 service.

31 **(e) If in 2014 a supplemental benefit is paid under this section**
32 **based on an increase in 2014 of the monthly wage of a police**
33 **employee in the grade of trooper at the beginning of the trooper's**
34 **sixth year of service, an employee beneficiary shall receive the**
35 **greater of:**

36 **(1) the increase in the supplemental benefit to which the**
37 **employee beneficiary would be entitled under this section**
38 **without regard to IC 10-12-3-8 as a result of an increase in the**

- 1 **monthly wage of a police employee in the grade of trooper at**
- 2 **the beginning of the trooper's sixth year of service; or**
- 3 **(2) the increase payable under IC 10-12-3-8."**

4 Delete pages 5 through 6.

5 Page 7, delete lines 1 through 16.

6 Renumber all SECTIONS consecutively.

(Reference is to HB 1231 as printed January 16, 2014.)

and when so amended that said bill do pass.

Representative Brown T